

**FOURTEENTH  
ANNUAL  
REPORT**

★

**COULEE LEAD  
AND ZINC MINES LIMITED**

REVIEW OF PERIOD  
ENDED APRIL 30

★

**1967**

### *Board of Directors*

E. P. McDONOUGH	-	-	-	-	-	-	-	-	TORONTO, ONT.
L. F. LABOW	-	-	-	-	-	-	-	-	TORONTO, ONT.
G. S. HORGAN, Q.C.	-	-	-	-	-	-	-	-	TORONTO, ONT.
BRIAN McDONOUGH	-	-	-	-	-	-	-	-	TORONTO, ONT.
J. P. JARVIS	-	-	-	-	-	-	-	-	TORONTO, ONT.

### *Executive Officers*

E. P. McDONOUGH	-	-	-	-	-	-	-	-	-	<i>President</i>
L. F. LABOW	-	-	-	-	-	-	-	-	-	<i>Vice-President</i>
G. S. HORGAN, Q.C.	-	-	-	-	-	-	-	-	-	<i>Vice-President and Secretary-Treasurer</i>

### *Transfer Agents and Registrar*

GUARANTY TRUST COMPANY OF CANADA									
366 Bay Street	-	-	-	-	-	-	-	-	TORONTO, ONT.
610 St. James Street West	-	-	-	-	-	-	-	-	MONTREAL, QUE.

### *Auditors*

NEFF, GOODWIN & Co.									
347 Bay St.	-	-	-	-	-	-	-	-	TORONTO, ONT.

### *Head Office*

55 YONGE STREET	-	-	-	-	-	-	-	-	TORONTO, ONT.
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### *Annual Meeting*

FRIDAY, JUNE 30, 1967, 11 A.M.  
(TORONTO TIME), Upper Canada Room  
KING EDWARD SHERATON HOTEL, TORONTO

# Coulee Lead and Zinc Mines Limited

## *Review of Period Ended April 30, 1967*

### TO THE SHAREHOLDERS:

Your Directors take pleasure in submitting the Fourteenth Annual Report for the period ending April 30, 1967.

Total Current Assets as of April 30, 1967, were \$524,424.43. Total Advances to Columbium Mining Products Limited now amounts to \$446,513.59.

Columbium Mining Products Limited, in which your Company owns approximately 52% of the issued capital stock, has not yet secured the senior financing (estimated \$5,000,000) required for a 1,000 ton per day production unit at its Oka, Quebec, columbium property. This may be attributed mainly to the tight money situation which existed over the past year. Columbium Mining's sales contract with Continental Ore Corporation required that the financing be obtained on or before April 30, 1967, and accordingly on that date the agreement lapsed, subject to Continental Ore Corporation's right to reinstate the contract in the event Columbium is successful in obtaining the required capital by April 30, 1968.

Efforts are continuing to arrange the required funds and it is hoped that improved conditions will result in success.

The growth outlook for Columbium is excellent. Ferro-columbium is assured of a major role in steelmaking and various columbium alloys will undoubtedly find a growing market in aircraft and other applications.

During the course of the year your company acquired thirty patented mining claims from a wholly owned subsidiary and subsequently disposed of its holdings in that company.

Geophysical surveys and extensive diamond drilling on the Tower Group property in New Brunswick failed to locate any commercial mineralization.

Line cutting and geophysical prospecting was done on two properties in the Nepisiguit Brook area of New Brunswick, but failed to locate areas considered favourable for further work.

Magnetometer and I.P. surveys were done on a claim group located in the Gaspé Park Area, Quebec. Consideration is being given to further exploration.

Interests in concessions in County Tipperary, Ireland, are being maintained in good standing. Mining claims in Reaume Twp., Ontario, were dropped.

Your Company will maintain an active prospecting and exploration policy.

Respectfully submitted,

E. P. McDONOUGH,

President.



# COULEE LEAD AND

(Incorporated under the laws of the Province of Ontario)

## Balance Sheet as at April 30, 1967

### ASSETS

#### Current assets:

Cash .....	\$ 7,077.37	
Accounts receivable .....	19,267.35	
Marketable securities — at cost (Quoted market value \$369,844.19) .....	498,079.71	\$ 524,424.43

#### Investment in Columbian Mining Products Limited

Capital stock — at cost .....	\$192,124.20	
Advances .....	446,513.59	638,637.79
Shares in other mining companies — at cost .....	\$ 35,972.84	
Advances to other mining companies .....	21,443.27	57,416.11
Mining properties — at cost (note 1) .....		132,840.82
Deferred exploration expenditure .....		163,638.49
Equipment — at cost .....		15,745.22
Patent processes — 50% interest — at cost .....		12,723.50
		<u>\$ 1,545,426.36</u>

### AUDITORS' REPORT

We have examined the balance sheet of Coulee Lead and Zinc Mines Limited as at April 30, 1967, and the results of its operations for the year ended on that date. Our examination included a detailed application of funds for the year ended on that date. Our examination included a supporting evidence as we considered necessary in the circumstances.

In our opinion, the above balance sheet and attached statements of deficit, of the Company as at April 30, 1967, and the results of its operations for the year ended on that date, are in accordance with the accounting records maintained on a basis consistent with that of the preceding period.

TORONTO, Canada,  
May 31, 1967.

# NC MINES LIMITED

(Incorporated in the  
laws of Ontario)

*April 30, 1967*

## LIABILITIES

### Current liabilities:

Accounts payable .....	\$ 1,634.64
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## SHAREHOLDERS' EQUITY

### Capital stock:

Authorized: 5,000,000 shares of \$1.00 each

Issued and fully paid: 4,286,505 shares .....	\$ 4,286,505.00
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Add: Premium on shares .....	250,000.00
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\$ 4,536,505.00

Less: Discount on shares .....	2,860,200.00
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\$ 1,676,305.00

Deficit .....	132,513.28	1,543,791.72
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The accompanying notes are an integral part of this statement.

Approved on behalf of the Board:

E. P. McDONOUGH, Director.

G. S. HORGAN, Director.

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\$ 1,545,426.36

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## THE SHAREHOLDERS

At April 30, 1967 and the statements of deficit, deferred expenditure and source and review of the accounting procedures and such tests of accounting records and other

expenditure and source and application of funds present fairly the financial position on that date in accordance with generally accepted accounting principles applied on

NEFF, GOODWIN & CO.,  
Chartered Accountants.

# Coulee Lead and Zinc Mines Limited

## *Notes to the Financial Statement*

April 30, 1967

### 1. Mining properties:

#### Ontario:

18 unpatented mining claims in Reaume Township, Porcupine Mining Division. On May 8, 1967 these claims were allowed to lapse . . .	\$ 10,000.00	
30 patented mining claims in the Onoman River Area, Port Arthur Mining Division . . . . .	116,501.18	\$126,501.18

#### New Brunswick:

Nepisiguit River — 179 unpatented mining claims in the Bathurst Area of Gloucester County .	\$ 4,453.00	
Tower Group — 25 unpatented mining claims in the Bathurst Area of Gloucester County . . . .	973.64	5,426.64

#### Quebec:

14 unpatented mining claims in Lapotardiere Township, Gaspé . . . . .		528.00
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#### Ireland:

12½ % interest in a prospecting license covering 3.5 square miles in the Silvermines Area of County Tipperary . . . . .		385.00
		<u>\$132,840.82</u>

### 2. Contingent liability:

The Company has guaranteed \$87,500.00 of a subsidiary company's bank loan.

## *Statement of Deficit*

For the Year Ended April 30, 1967

Balance, April 30, 1966 . . . . .		\$ 67,695.51
Add: Administration expense:		
Office rent, salaries and services . . . . .	\$ 26,836.41	
Meetings and reports . . . . .	1,309.62	
Legal and audit fees . . . . .	4,545.73	
Transfer agency fees . . . . .	1,705.12	
Licenses, fees and taxes . . . . .	1,124.14	
Directors' fees . . . . .	450.00	
	\$ 35,971.02	
Engineering fees . . . . .	3,000.00	
Prospecting salaries and expenses . . . . .	24,379.36	
Acquisition costs and exploration expenditure on mining claims abandoned . . . . .	16,064.59	
Loss on sale of marketable securities . . . . .	16,044.05	95,459.02
		<u>\$163,154.53</u>
Less: Interest earned . . . . .		30,641.25
Balance, April 30, 1967 . . . . .		<u>\$132,513.28</u>



# Coulee Lead and Zinc Mines Limited

## *Statement of Deferred Exploration Expenditure*

For the Year Ended April 30, 1967

### Reaume Township claims:

Balance, April 30, 1966 .....	\$ 13,623.45
Licenses, fees and taxes .....	252.00
Balance, April 30, 1967 .....	<u>\$ 13,875.45</u>

### New Brunswick claims:

	Tower Group	Nepisiguit River	
Balance, April 30, 1966 .....	\$ 81,288.89		
Diamond drilling .....	25,391.95		
Salaries and wages .....	9,500.00	\$ 2,185.00	
Licenses, fees and taxes .....	4,615.00	338.00	
Supplies .....	4,563.79	1,367.34	
Consulting fees and expenses .....	1,739.77		
Line cutting .....	1,546.00	791.50	
Geophysical survey .....		1,716.40	
Assaying .....	660.00		
Travel and transportation .....	500.00	314.68	
Equipment rental .....		425.00	
Sundry expense .....	304.36	118.58	
Balance, April 30, 1967 .....	<u>\$130,109.76</u>	<u>\$ 7,256.50</u>	<u>\$137,366.26</u>

### Gaspé claims:

Geophysical survey .....	\$ 6,172.20
Licenses, fees and taxes .....	1,000.00
Salaries and wages .....	345.00
Travel and transportation .....	325.65
Sundry expense .....	54.76
	<u>\$ 7,897.61</u>

Irish concession .....	<u>\$ 4,499.17</u>
Total deferred exploration expenditure .....	<u>\$163,638.49</u>

# Coulee Lead and Zinc Mines Limited

## *Statement of Source and Application of Funds*

For the Year Ended April 30, 1967

### Source:

Interest earned .....	\$ 30,641.25
Refund of Irish concession deposit .....	797.65
Sale of investments .....	1,000.00
	<u>\$ 32,438.90</u>

### Application:

Administration expense .....	\$ 35,971.02	
Exploration expenditure .....	64,226.98	
Engineering fees .....	3,000.00	
Prospecting salaries and expense .....	24,379.36	
Acquisition cost of mining claims .....	528.00	
Loss on sale of marketable securities .....	16,044.05	
Advances to Columbian Mining Products Limited .....	64,267.43	
Advances to other mining companies .....	2,010.69	
Patent processes .....	808.50	
Equipment .....	2,380.90	213,616.93
Decrease in working capital .....		<u>\$181,178.03</u>

	1967	April 30 1966	
Current assets .....	\$524,424.43	\$708,087.80	
Current liabilities .....	1,634.64	4,119.98	
Working capital .....	<u>\$522,789.79</u>	<u>\$703,967.82</u>	<u>\$181,178.03</u>